

Implementation Subcommittee Meeting Summary

Wednesday, June 4, 2014

Teleconference: 1-877-984-1404

Passcode: 2973393# (Leader Code 1923766#)

Agenda Items

Proposed Meeting Agenda

1:00 Welcome and Introductions

1:10 Contextual & Publicly Available WG Update

Outline Status

Data Paper Status

MSG Decisions Needed

MSG Presentation/Handouts

1:30 Taxes & Accounting Period WG Update

MSG Decisions Needed

MSG Presentation/Handouts

1:50 Company & Project Level WG Update

MSG Decisions Needed

MSG Presentation/Handouts

2:10 Proposed Agenda for June 10th Subcommittee Breakout Session

1. Brainstorm related to work that still needs to be done
2. Based on brainstorming list, are there any items that need full MSG input or decisions on day 2 to continue work
3. Develop timeline/task assignments for completion by August 27 for distribution 2 weeks prior to Sept 10-11 MSG meeting

2:30 End

Welcome and Introductions

Greg Gould, Subcommittee Chair, took roll call. The list of attendees is below.

Chair: Greg Gould (Secretariat: Kim Oliver, Judy Wilson)

Primary Subcommittee Members: Debbie Tschudy, Curtis Carlson, Keith Romig, David Goldwyn, Nick Cotts and Phil Denning

Contextual & Publicly Available WG Update

Directions to this work group were not as clear as they should have been. To clarify, the group is first tasked with working through the contextual narrative requirements document from the last MSG meeting and attempt to resolve any issues that led the MSG to decide it needed further clarification and recommend that it can now be moved from “orange print” to black. For any items the work group could not resolve the issues, they should clearly state the issue for discussion by the full Subcommittee or bring back to the full MSG for discussion and decision. Once the work group has

completed its review and made its recommendations on what the contextual narrative outline is going to be, then the group should start working through the data requirements and the publically available data that will support the contextual narrative.

A member of the work group drafted a paper that discusses the data requirements and initial thoughts on publically available data. However, the work group has not had an opportunity to review or discuss the paper to date. The work group member will provide a brief overview of the paper to the MSG and will work with the work group and Subcommittee as soon as the Contextual Outline is approved.

A question about feasibility was brought up, and it was decided that as their work progresses they will also make recommendations and highlight those places where there might be a concern of major costs associated to obtain data. Ultimately, the Independent Administrator will need to cost out what it will take to collect the contextual narrative data.

The work group also requested access to the MSG meeting summaries timely because it was difficult to recall and debate why some items were orange.

The work group agreed to consult over email and pull together a short presentation for the MSG meeting addressing easy changes from orange to black and decisions that will need to be made at another time. The presentation will also incorporate a few bullets from the draft data requirements paper.

Taxes & Accounting Period WG Update

The work group has prepared slides on the accounting period and plans to prepare another for taxes. The consensus recommendation that came from discussions on the accounting period is for the IA to reconcile based on the company fiscal year, which is largely based on a calendar year. The government would report to the IA monthly data over a two year period.

DOI's unilateral disclosure would be based on the government's fiscal year which is October 1st through September 30th.

The work group has had some discussions with IRS regarding wire transfers, and thinks that can be done with accounting codes from IRS and then that information would be reported to the IA based on consolidated tax returns. Whoever is filing a tax return would have to allow that information to go forward to the IA. The work group plans to have a presentation on this before the meeting next week.

Company & Project Level WG Update

The work group is looking at all the parameters that relate to project level reporting. The group prepared a document on project level reporting parameters that is a summary of what appears to be the major considerations for this process. They are still trying to identify the usefulness of the paper and are not in a position to report out on MSG decisions that need to be made. However, as a group they will work to identify questions that still need to be sorted out.

There is also still the issue of the impending SEC rule that may not be decided prior to the MSG defining “project”.

The group will pull together a few slides for the MSG meeting highlighting their project level reporting parameters document.

MSG Presentation and Handouts

Work groups should send Jennifer all presentation materials by Friday. Kim will send everybody a blank template for slides.

Proposed Agenda for June 10th Subcommittee Breakout Session

1. Brainstorm work that still needs to be done in each of these areas that’s assigned to our full subcommittee.
2. Based on that list of tasks – take those times and see what we will need full MSG input back on that second day. Clarification or confirmation from MSG that this is where they want our subcommittee to go.
3. Develop a timeline to go with those assignments and assign them out to the groups and have a summer schedule set up

Additionally, the Implementation Subcommittee needs to have deliverables ready two weeks prior to the September MSG meeting which will also include all the materials the Subcommittee is recommending for inclusion and review for the inception report.

Attendees

Ted Boettner – West Virginia Center on Budget and Policy
Paul Bugala – Calvert Investments
Curtis Carlson – Treasury Department
Rosita Compton Christian - DOI
Nick Cotts – Newmont Mining
Marti Flacks – State Department
Jerry Gidner - DOI
Jennifer Goldblatt - DOI

David Goldwyn –Goldwyn Strategies
Greg Gould - DOI
John Harrington – Exxon Mobil
Jennifer Heindl - DOI
Emily Kennedy - API
Mike Matthews – State of Wyoming
Chris Mentasti - DOI
Kim Oliver - DOI
Aaron Padilla - API
Bob Reynolds - BP
Brent Roper – Rio Tinto
Mia Steinle - Project on Government Oversight
Betsy Taylor – Virginia Polytechnic Institute and State University
Lance Wenger - DOI